

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 6865
BILL NUMBER: HB 1317

DATE PREPARED: Jan 5, 2002
BILL AMENDED:

SUBJECT: Gasoline Tax.

FISCAL ANALYST: James Sperlik
PHONE NUMBER: 232-9866

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill increases the Gasoline Tax to 17 cents per gallon on July 1, 2002, 21 cents per gallon on July 1, 2003, and 25 cents per gallon on July 1, 2004 (the tax rate is currently 15 cents per gallon). It provides that the increased revenue from the increase in the Gasoline Tax rate is to be deposited in the Local Road and Street Account (LR&S), the Motor Vehicle Highway Account (MVHA), and the State Highway Fund (SHF).

Effective Date: July 1, 2002.

Explanation of State Expenditures:

Explanation of State Revenues: *Fiscal Impact:* The table below shows the additional revenues resulting from the increase in the Gasoline Tax provided in this bill.

FY	Total Increase	To LR&S	To MVHA			To SHF
			Total	State Share	Local Share	
2003	\$64.2 M	\$64.2 M				
2004	\$196.2 M	\$65.4 M	\$65.4 M	\$34.7 M	\$30.7 M	\$65.4 M
2005	\$333.0 M	\$66.6 M	\$199.8 M	\$105.9 M	\$93.9 M	\$66.6 M

The LR&S is distributed entirely to local units.

The MVHA is distributed 53% to the Department of Transportation and 47% to local units.

The SHF is distributed to the Department of Transportation.

Background Information:

The estimated additional revenue raised from each penny increase in the Gasoline Tax is provided in the table below.

FY	One Cent Raises
2003	\$32.1 M
2004	\$32.7 M
2005	\$33.3 M

Explanation of Local Expenditures:

Explanation of Local Revenues: See table in *Explanation of State Revenues*.

State Agencies Affected: Department of Transportation.

Local Agencies Affected: Recipients of the Motor Vehicle Highway Account and Local Road & Street Account distributions.

Information Sources: